INTELLOFAX Approved For Release 1999/09/08: CIA-REP 82-00457 R00061 0430001-1 CONFIDENTIA 1978 from the letter of 16 Octo-Director of Central Internation to the Archivist of the United States Next Review Date CONFIDENTIAL/CONTROL U.S. OFFICIALS ONLY CENTRAL INTELLIGENCE GROUP *9*8220 INTELLIGENCE REPORT DATE: COUNTRY Korea INFO. Political Information: Dissatisfaction SUBJECT DIST. with KIM Il-sung's Regime **PAGES** SUPPLEMENT 25X1A2g **ORIGIN** 25X1A2a Wealthy elements of the North Korean population have lost faith in KIM Il-sung's (金 日 成) government. They faith in KIM Il-sung's () government. The are contriving methods of transferring capital to South 25X1X6 Korea. Capital is being secretly transferred to South Korea through Antung. Some persons are transferring funds to Antung

- under the subterfuge of buying goods there.
- North Korean farmers had heard that the Chinese Nationalist Government was making personal loans to Koreans in Manchuria, through the Korean Representative Group. Many farmers then migrated to Manchuria and were distillusioned. They are dissatisfied with conditions in both Manchuria and North Korea and feel insecure.
- The jobless loiter in the streets in large numbers.
- RHEE Syng-man's visit to Nanking caused considerable comment in North Korea. Many Koreans felt that this visit had great significance and that possibly the future of Korea will depend on the results of RHEE's visit.
- The Government in North Korea has recently taken severe steps to repress political discussion among the people. Talking "politics" on the street or on the telephone is forbidden and heavy penalties are given to those so charged and convicted.

Document No. NO CHANGE in This occurent contains information affecting the national defense of the United States 4thin the meaning of the Espionage Act. 50 U.S.C. 31 and 32, as amended. Its commission or the reveliation of its contact manner is prohibited by law.

य भारद्धां भाAL

CLASSIFICATION CONFIDENTIAL/CONTROL U.S. OFFICIALS ONLY

WARRING NOTICE: THIS DISTRIBUTION LISTERIG MUST